

State of Rhode Island
Department of Administration

INTER-OFFICE MEMORANDUM

Office of Accounts and Control

TO: Chief Financial Officers **DATE:** March 23, 2010
FROM: Marc A. Leonetti, State Controller
SUBJECT: Federal Expenditure Adjustment Relating to a Prior State Fiscal Year
CFO 10-12

The Office of Accounts and Control has set up a new natural account, 649900, called Federal Expenditures Incurred in Prior State Fiscal Years. This natural account should only be used if the following three conditions are met:

- 1) The line item sequence (LIS) number to which the posting is to be made is a source 02 (federal) account.
- 2) The transaction is to adjust a federal expenditure transaction that has already posted to the RI-FANS general ledger in a prior State fiscal year.
- 3) The dollar amount of the adjustment is greater than or equal to \$250,000.

Feel free to contact your agency's journal entry approver in the Accounting Section of the Office of Accounts and Control should you have any questions regarding the use of this natural account.